

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2015-16		FY 2016-17	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
HIGHWAY TRUST FUND	See Below	See Below	See Below	See Below
TOTAL FUNDS				

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

LB 53 provides that one license plate may be issued upon request for any passenger car which is not manufactured to be equipped with a bracket on the front of the vehicle to display a license plate. The bill provides that a decal shall be issued to be displayed on the driver's side of the windshield. Individuals requesting the use of a single license plate are to pay an additional fee of \$100 plus the cost of the decal. The fees are remitted to the Highway Trust Fund.

The Department of Motor Vehicles indicates their research shows there are few, if any, new vehicles that are not manufactured to be equipped with a front bracket. In many cases, the front license plate bracket is an option. Therefore, DMV estimates there will be few vehicles that comply with the requirements of the bill.

Revenues: Individuals requesting the one license plate option will pay a \$100 fee to the Highway Trust Fund (HTF) and a fee for a decal of about \$.65. The \$100 fee is assumed to be a one-time fee based upon the language in the bill. The amount of increased revenue for the HTF is unknown since the number of persons requesting one license plate cannot be determined. The HTF will lose revenue of \$3.50 per plate which would have been paid as a plate fee.

Expenditures: DMV may have some minimal computer programming expenditures pursuant to the bill which can be handled with existing resources.

The Highway Trust Fund will incur additional expenditures for the cost of decals. There does not appear to be any reduction in expenditures for the HTF if only one license plate is issued because two plates will need to be manufactured and one would be destroyed, if only one plate is requested for a vehicle.

NEBRASKA DEPARTMENT OF MOTOR VEHICLES

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ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2015-2016		FY 2016-2017	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	\$ -	\$ -	\$ -	\$ -

Explanation of Estimate:

Expenditures

LB53 allows for the issuance of a single license plate for vehicles manufactured without a front license plate bracket. The way the bill is written it appears the number of vehicles that would be eligible will be minimal. Research has not found any new vehicles that are not manufactured to be equipped with a bracket on the front of the vehicle. In many cases the bracket is offered as an option and therefore it would still be deemed to have been manufactured to be equipped with a bracket. The New Car Dealers Association indicated that most Nebraska based dealers order new vehicles with the license plate bracket option when it is not part of the base package.

LB53 requires a window sticker to be issued in lieu of the front plate. DMV estimates the cost of the sticker to be \$.065 each. Since DMV will not know the number opting for the sticker until the time of vehicle registration the number of plates ordered will not change. The extra plate will have to be destroyed and the cost absorbed by the Highway Trust Fund. DMV does not anticipate any additional appropriation will be needed for plates and stickers for Program 90.

LB53 will require some VTR computer programming to add the sticker field but it can be done within existing appropriation.

Revenues

LB53 does not indicate whether the fee is a one-time, annual or for the duration of the plate series. Without a validation period or the number of vehicles impacted, revenue is not determinable.

POSITION TITLE	MAJOR OBJECTS OF EXPENDITURE		FY 2015-2016 EXPENDITURES	FY 2016-2017 EXPENDITURES
	NUMBER OF POSITIONS			
	15-16	16-17		
Benefits	_____	_____	_____	_____
Operating	_____	_____	_____	_____
Travel	_____	_____	_____	_____
Capital Outlay	_____	_____	_____	_____
Aid	_____	_____	_____	_____
Capital Improvements	_____	_____	_____	_____
Total	_____	_____	\$ -	\$ -

Please complete ALL (5) blanks in the first three lines.

2015

LB⁽¹⁾ 53

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾

Nebraska Dept of Roads

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Date Prepared: ⁽⁴⁾ 1/27/15

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ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2015-16</u>		<u>FY 2016-17</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate:

LB 53 revises statute 60-3,100 provides for every motor vehicle or trailer that is registered, there will be issued one or two license plates. The bill would allow for any passenger car which is not manufactured to be equipped with a front bracket on the vehicle will be issued one license plate and a license decal to be displayed on the driver's side windshield. Beginning January 1, 2017 a nonrefundable fee of one hundred dollars deposited into the Highway Trust Fund is required in order to request the one license plate and decal.

Many manufactures today do not include a front plate holder as standard equipment but offer it as an option. It is undeterminable how many owners of these cars will opt to purchase the one plate and decal. If this bill were to pass it will impact the plate production as two plates will still need to be manufactured and then destroy one if only one plate is wanted at registration. Statute 60-3,102 states a fee will be collected per plate issued and such fees remitted to the Highway Trust Fund. This would reduce the amount of funds going to Department of Roads.

The fiscal impact to the Department is considered at this time to be minimal until further data can be gathered.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2015-16 EXPENDITURES</u>	<u>2016-17 EXPENDITURES</u>
	<u>15-16</u>	<u>16-17</u>		
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____